

JOE B. ADAMS
CONSULTING GEOLOGIST

October 26, 2004

Honorable James H. Welsh
Commissioner of Conservation
P.O. Box 94275
Baton Rouge, Louisiana 70804-9275

Re: APPLICATION FOR PUBLIC HEARING
10500' RA SU A
TEX W ZONE, RESERVOIR B
Bourg Field
Terrebonne Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of ENERGY PROPERTIES, INC. (Applicant") for the calling of a public hearing, after legal notice to consider evidence relative to the issuance of an order pertaining to the following matters relating to the 10500' RA SU A and the TEX W ZONE, Reservoir B in Bourg Field, Terrebonne Parish, Louisiana:

10500' RA SU A:

1. To dissolve the 10500' RA SU A created by Office of Conservation Order No. 244-0, effective March 7, 1980.

TEX W ZONE, RESERVOIR B:

1. To create a single drilling and production unit of approximately 140 acres for the exploration for and the production of gas and condensate from the Tex W Zone, Reservoir B in Bourg Field, Terrebonne Parish, Louisiana, and said unit to be designated TEX W RB SUA, as shown on the attached plat.
2. To force pool and integrate all separately owned tracts, mineral interests and other property interests within the unit so created, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate Energy Properties, Inc as the operator for the proposed TEX W RB SUA.
4. To designate the Energy Properties Inc. - Exxon Mobil No. 1 well as the unit well for the proposed TEX W RB SUA.

5. To provide that future wells drilled outside the TEX W RB SU A shall be located in accordance with the provisions of Statewide Order No. 29-E
6. To provide for future reclassification of the reservoir by Supplemental Order without the necessity of a public hearing if the producing characteristics of the reservoir so warrant and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
7. To consider such other matters as may be pertinent.

The TEX W ZONE, RESERVOIR B in Bourg Field, Terrebonne Parish, Louisiana is hereby defined as that gas and condensate bearing sand encountered between the measured depths of 10,300 feet and 11,356 feet, (ELM), (TVD of 10,123 feet and 11,181 feet) in the Energy Properties, Inc. - Exxon Mobil No. 1 well, located in section 37, Township 17 South - Range 18 East, Terrebonne Parish, Louisiana.

A conference to discuss the proposed application and any opposition thereto was provided for; however no one requested the conference; therefore none was held and this application is being made under the provisions of the Revised Rules of Procedure.

Pursuant to the Revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of the unit plat is enclosed herewith, and a copy of this letter and the attached plat is being sent to the District Manager of the Lafayette District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties, as shown on the attached list.

Applicant will provide for POSTING of a copy of the legal notice of the hearing and the enclosed plat at a prominent place in the area affected and will cause the LEGAL NOTICE to be PUBLISHED in a newspaper of general circulation in the vicinity of the Bourg Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice.

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Also enclosed is a check, in the amount of \$ 1,510.00, payable to the Louisiana Office of Conservation, which represents the required hearing fee.

Yours Very Truly,

A handwritten signature in cursive script that reads "Joe B. Adams". The signature is written in black ink and is positioned above the printed name.

Joe B. Adams

cc: Mr. Richard Hudson, District Manager
Lafayette District, Office of Conservation
All Interested Owners, Interested Parties and
Represented Parties



